Chubb Custom Insurance Company

UK BRANCH BUSINESS

ED6 *ENB1793W* B0
COMPANIES HOUSE 27/08/98

Returns to the Department of Trade and Industry for the year ended 31st December 1996

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Accounts and statements pursuant to the Insurance Companies Act 1982 and the Insurance Companies (Accounts and Statements) Regulations 1996

(Schedules 1, 2, 5 and 6)

Statement of solvency

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended 31st December 1996		Company registration number	GL/UK/CM	day	erlod ei month			Units
	R9	FC19045	UK	31	12	199	6	£000
		As at the end		the en	of	<u> </u>	Sour	ce
		this financia year		oreviou year	ıs	Form	Line	Column
GENERAL BUSINESS Available assets		11	<u>l</u>	2		<u> </u>		
Other than long term business assets allocated towards general business required minimum margin	11	454	19			See inst	ruction	ıs
Required minimum margin					1			
Required minimum margin for general business	12	15	56	_		12	. 49	
Excess (deficiency) of available assets over the required minimum margin (11-12)	13	439	93					
LONG TERM BUSINESS Available assets			····					
Long term business admissible assets	21				Ţ	10	. 11	
Other than long term business assets allocated towards long term business required minimum margin	22					See instr 1 and 3	uction	s
Total mathematical reserves (after distribution of surplus)	23					See instr	uction	4
Other insurance and non-insurance liabilities	24					See instr	uction	5
Available assets for long term business required minimum margin (21+22-23-24)	25							
Implicit Items admitted under regulation 23(5) of t Insurance Companies Regulations 1994	he						-	
Future profits	31							
Zillmerising	32				\dashv	-		·
didden reserves	33							_
Fotal of available assets and implicit items (25+31+32+33)	34							
Required minimum margin					L			· · · · · · · · · · · · · · · · · · ·
Required minimum margin for long term business	41				\neg	60 .	69	
xplicit required minimum margin (1/6 x 41, or minimum uarantee fund if greater)	42				\dashv			
xcess (deficiency) of available assets over explicit required ninimum margin (25-42)	43				\dashv			·
xcess (deficiency) of available assets and implicit items over	44							

W E Namacher Authorised Representative

D Stevens Accounting Manager

Quantifiable contingent liabilities in respect of other than long term business as shown in a supplementary note to Form 15

Quantifiable contingent liabilities in respect of long term business as shown in a supplementary note to Form 14

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See instruction 6

See instruction 6

Statement of net assets

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

- manotal year chiese	212f December 1996		Company registration number	GL	/UK/CM	P	eriod en	ded year	_ u	nits
		R10	FC19045		UK	31	12	1996	£	000
			As at the end this financia year 1		As a the p	at the previou	end of us year	Form	Source	Column
Long term business - ad	missible assets	11				· · · · · ·	·	1		. 1
Long term business - lia	bilities and margins	12						14	. 59	. 1
Other than Long term bu	ısiness - admissible assets	21	53	74		.		13	. 89	. 1
Other than Long term bu	rsiness - liabilities	22	82	25				15	. 69	. 1
Net admissible assets (2	1-22)	23	454	19				 		
Other assets allowed to be taken into account in	Unpaid amounts (including share premium) on partly paid shares	24								
covering the required minimum margin	Supplementary contributions for a mutual carrying on general business	25								
Liabilities allowed to be left out of account in	Subordinated loan capital	26					J			
covering the required minimum margin	Cumulative preference share capital	27								
Available assets (23 to 2	7)	29	454	9		-				
Represented by:			1.00				~-			
Paid up share capital (otle preference share capital)	her than cumulative	51							•,	
Amounts included in line	s 24 to 27 above	52			=-					
Amounts representing the	e balance of net assets	56	454	9				-		
Total (51 to 56) and equa	al to line 29 above	59	454	9						
Movement of balance o purposes - as per line 5	f net assets for solvency									
Balance brought forward financial year	at the beginning of the	61						10 .	56 .	2
Retained profit/(loss) for	the financial year	62	7	7				16 .	59 .	1
Movement in asset valua	tion differences	63	(2:	1)				See in		
Decrease/(increase) in the changes	e provision for adverse	64	-					See in	structi	on 3
Other movements (particularly not supplementary	te)	65	449	3	, , ,	-				
Balance carried forward a (61 to 65)	t the end of the financial year	69	454	9	· · ·					

General business: Calculation of required margin of solvency - first method

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

			<u> </u>	Company registration number	GL/UK/CM		eriod ei	nded year	Units
			R11	FC1904	5 UK	31	12	1996	£000
	-				This financi	al		Previo yea	
					1			2	
Gross premiun	ns receivable	•		11		654			
Premium taxes	and levies (i	ncluded in line 11)	•	12					<u> </u>
Sub-total A (*	11-12)			13		654			~··-
Adjusted Sub-t period to produ	otal A if finan Ice an annual	cial year is not a 12 mon figure	th	14	***				
Division of	Other than	Up to and including ster equivalent of 10M ECU	ling x 18/100	15		118			- · · ·
Sub-total A (or adjusted	insurance	Excess (if any) over 10M ECU x 16/100	7.01	16	·-		 		
Sub-total A if appropriate)	Health	Up to and including ster equivalent of 10M ECU		17	·· ,	<u> </u>			
	insurance	Excess (if any) over 10M ECU x 16/300	*	18					
Sub-total B (1	5+16+17+18)		19		118	-		
Claims paid				21		15			
Claims outstan	at the	For business accounted an underwriting year bas	for on sis	22				**	
end of the finan year	icial	For business accounted accident year basis	for on an	23		214			i
Claims outstand brought forward	l at the	For business accounted an underwriting year bas		24					
beginning of the financial year		For business accounted accident year basis	for on an	25	120				
Sub-total C (2	_	••	***	29		229		•	
Amounts recove of claims include	erable from re ed in Sub-tota	insurers in respect al C		30	<u>, , , , , , , , , , , , , , , , , , , </u>	28			
Sub-total D (29	9-30)			39		201			
First result Sub-total B x	Sub-total D (o Sub-total C	or, if ½ is a greater fractio	en, x 1⁄2)	41		104		***	

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General business : Calculation of required margin of solvency - second method, and statement of required minimum margin

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial	year ended	31st December 1996		Company registration number	GL/UK/CM	day	eriod end	ed year		Uni	its
	-		R12	FC19045	UK	31	12	199		£0	00
				This fina	1		ious ar			ource	
				1		•	2		Form	Line	Column
Reference pe	eriod (No. of fin period otherw	mancial years) Insert "0" if there is ise insert "3" or "7"	0 1	11	12					nstruct	1
Claims paid i	n reference pe	eriod	2	21					· · ·		
Claims outsta		For business accounted for on an underwriting year basis	2	22				\top			
reference peri		For business accounted for on an accident year basis	2	23			~-	1		_	 .
Claims outstar forward at the		For business accounted for on an underwriting year basis	2	24			•				
reference perio	od	For business accounted for on an accident year basis	2	5							
Sub-total E (2	··············		2	9							
Sub-total F - and divide by	Conversion of mo	f Sub-total E to annual figure (Multiply by onths in reference period)	12 3	1							
	Other than	Up to and including sterling equivalent 7M ECU x 26/100	of 3	2		****		T		-	
Division of	insurance	Excess (if any) over 7M ECU x 23/100	3:	3						-	
Sub-total F	Health	Up to and including sterling equivalent 7M ECU x 26/300	of 3	4				T			
	insurance	Excess (if any) over 7M ECU x 23/300	3:	5				T			
Sub-total G (3	32 to 35)		39	9							
Second resul	t Sub-total	G x Sub-total D (or, if ½ is a greater Sub-total C fraction, x ½)	4	1			***				İ
											
First result			42	2	104			T 1	1 .	41	
Required marg	in of solvency	(the higher of lines 41 and 42)	43	3	104					,	
	<u></u>				, ,,,,,,,	•••	-				
Minimum guara	antee fund		44	1	156					•	
		1186-								-	
Required minin	num margin (t	the higher of lines 43 and 44)	49		156			T			$\overline{}$

Form 13 (Sheet 1)

Analysis of admissible assets

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Total other than long term business assets

				Company registration number	GL/UK/CM	P	eriod en month	ded vear	Units	Category of assets
			R13	FC19045	UK	31	12	1996	£000	1
Investments								the end of financial year	the	the end of previous year 2
Land and buildings	<u> </u>					11		-		
	UK insurance	Shares				21		-		
	dependants	Debt securi	ties issued i	by, and loans to, dep	endants	22				
	Other insurance	Shares				23				
	dependants	Debt securi	ties issued l	by, and loans to, dep	endants	24			-	
Investments in group undertakings	Non-insurance	Shares				25			 	
and participating interests	dependants	Debt securi	lies issued t	y, and loans to, dep	endants	26			 	
		Shares	· · · · ·			27			-	·
	Other group undertakings and	Debt securit	ies issued b	y, and loans to, grou	ıp undertakings	28	<u> </u>	***		
	participating interests	Participating	interests			29			 	
		Debt securit which the co	ies issued b Impany has	y, and loans to, unde a participating intere	ertakings in est	30			 	
Total sheet 1 (11 to 3	0)			<u> </u>		39				

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Total other than long term business assets

				Company registration number	GL/UK/CM	day	Period en	ded year	Units	Category of assets
			R13	FC19045	UK	31	12	1996	£000	1
Deposits w	ts (continued) rith ceding underta d to cover linked i	akings iabilities					this	the end o financial year 1	the	the end of previous year
	Equity shares					41				
	Other shares and other	variable yield s	ecurities			42	•			
	Holdings in collective in	vestment schei	mes			43	, <u>.</u>	17.0		
*	Rights under derivative	contracts		<u> </u>		44				
		Fixed interes		Approved securities		45	- u -	4681		
	Debt securities and other fixed income	- stod intolog		Other		46		•		
	securities	Variable inter	est	Approved securities		47				-
Other financial				Other		48				
investments	Participation in investm	ent pools				49	-			
	Loans secured by mort				-	50				
i		industries or t	undertaking			51		·		
	Other loans	Loans secure company	d by polici	es of insurance issued	l by the	52	77.			
-		Other				53			-	
	Deposits with approved credit institutions and	Withdrawal sı	ubject to a	time restriction of one	month or less	54		- · · ·		
	approved financial institutions	Withdrawal su month	ıbject to a	time restriction of mo	e than one	55	*			
	Other					56				
Deposits with cer	ding undertakings			·		57		· · ·	<u> </u>	
Assets held to m	atch linked liabilities	Index linked				58			-	·
		Property linked	1			59				
		Provision for u	neamed p	remiums		60	Va.			
Reinsurers' share	of technical provisions	Claims outstar	nding		7.	61		28	<u> </u>	
		Provision for u	nexpired ri	sks		62				
		Other				63			·	
Total sheet 2 (41	to 63)		_		· ·	69		4709		

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Total other than long term business assets

				Company registration number	GL/UK/CM	day	Period er month	nded year	Units	Category of assets
			R13	FC19045	UK	31	12	1996	£000	1
Debtors Other assets				•	,			the end of financial year 1	the	the end of previous year 2
Debtors arising out of direct insurance	Policyholders					71	-		•	<u>-</u>
operations	Intermediaries					72		145		
Salvage and subrog	ation recoveries					73				
Debtors arising out of reinsurance	Due from ceding in accepted	nsurers and inte	rmediaries	under reinsurance b	usiness	74		•		
operations	Due from reinsure	rs and intermed	liaries unde	r reinsurance contra	cts ceded	75				
	Due from	Due in 12 mo	nths or less	after the end of the	financial year	76				
Other debtors	dependants	Due more tha	n 12 month	s after the end of the	financial year	77				
Other deplots	O41	Due in 12 mo	nths or less	after the end of the	financial year	78		2		
	Other	Due more tha	n 12 month	s after the end of the	financial year	79				
Tangible assets					****	80				
Cash at bank and				hdrawal, with approv		81		252		
in hand	Cash in hand					82				
Other assets (partic	ulars to be specified	by way of supp	lementary n	ote)		83				
	Accrued interest a	nd rent				84		149		
Prepayments and accrued income	Deferred acquisition	on costs				85		117		
	Other prepayment	s and accrued i	ucome			86				
Deductions (under re 1994) from the aggre			insurance (Companies Regulation	ons	87				
Total sheet 3 (71 to	86 less 87)					88		665		
Grand total of admis	sible assets (39+69	+88)				89		5374		
Reconciliation to a shareholder account		ined in accord	ance with t	the						
Total admissible ass	sets (as per line 89 a	ibove)				91		5374		
Total assets in excer Regulations 1994, (a						92				
Solvency margin dec	duction for insurance	dependants				93				
Other differences in	the valuation of asse	ets (other than f	or assets no	ot valued above)		94		21		
Assets of a type not	valued above, (as va	lued in accorda	ince with the	e shareholder accou	nts rules)	95				
Total assets determi	ined in accordance v	with the shareho	older accour	nts rules (91 to 95)		99		5395		
Amounts included in contracts of insurance		to debts due fro	m related c	ompanies, other than	n those under	100				
						i.		·	1	

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Assets deposited with the Accountant General

				Company registration number	GL/UK/CM	P	eriod en month	ded year	Units	Category of assets
			R13	FC19045	UK	31	12	1996	£000	2
Investments					·			the end of financial year 1	the p	the end of previous rear 2
Land and buildings						11				
	UK insurance	Shares				21				
	dependants	Debt securi	ties issued	by, and loans to, dep	endants	22				
	Other insurance	Shares			····	23				
	dependants	Debt securi	ties issued	by, and loans to, dep	endants	24				
Investments in group undertakings	Non-insurance	Shares				25				
and participating interests	dependants	Debt securi	ties issued	by, and loans to, dep	endants	26				
		Shares		, ,, •••••	-	27				
	Other group undertakings and	Debt securi	ties issued	by, and loans to, gro	up undertakings	28				•
	participating interests	Participatin	g interests			29				
				by, and loans to, und s a participating inter		30				
Total sheet 1 (11 to 3	0)					39				

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Assets deposited with the Accountant General

				Company registration number	GL/UK/CM	day	Period en month	ded year	U	nits	Category of assets
			R13	FC19045	UK	31	12	1996	£	000	2
Deposits wi	s (continued) th ceding undertal to cover linked lia	kings abilities					this	the end financial year 1		the	the end of previous year 2
	Equity shares					41					
	Other shares and other v	variable yield s	ecurities			42					
	Holdings in collective inv	estment sche	mes			43					
Ì	Rights under derivative o	ontracts				44					
		5		Approved securitie	s	45		8	5		
	Debt securities and	Fixed interes	1	Other		46					
	other fixed income securities	Variable inte		Approved securitie	s	47					
	•	vanable inte	resi	Other		48					
Other financial investments	Participation in investme	ent pools				49				-	
	Loans secured by mortg	ages				50					
		Loans to put industries or		authorities and natio	nalised	51					
	Other loans	Loans secur	ed by polici	es of insurance issue	ed by the	52					
		Other				53					
	Deposits with approved credit	Withdrawal	subject to a	time restriction of or	ne month or less	54					
	institutions and approved financial institutions	Withdrawal s	subject to a	time restriction of m	ore than one	55					
	Other					56		-			
Deposits with ce	ding undertakings					57					
Aggete held to m	actob linted liabilities	Index linked				58					
vescre usin 10 ll	natch linked liabilities	Property link	ed			59					
-		Provision for	uneamed	premiums		60					
Baianus-et -t		Claims outst	anding			61					
Keinsurers shai	re of technical provisions	Provision for	unexpired	risks		62					
		Other				63					
Total sheet 2 (4	1 to 63)	ı		·····	•	69		8	5		

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Assets deposited with the Accountant General

		•		Company registration number	GL/UK/CM	day	Period er month	nded year	Units	Category of assets
			R13	FC19045	UK	31	12	1996	£000	2
Debtors Other assets								the end of financial year 1		the end of previous year 2
Debtors arising out of direct insurance	Policyholders					71			-	
operations	Intermediaries	-1				72				
Salvage and subrog	ation recoveries					73				
Debtors arising out	Due from ceding accepted	insurers and inte	ermediaries	under reinsurance b	usiness	74	-			
operations	Due from reinsur	ers and intermed	liaries unde	r reinsurance contra	cts ceded	75				
	Due from	Due in 12 mo	nths or less	after the end of the	financial year	76				
Other debtors	dependants	Due more tha	n 12 month	s after the end of the	financial year	77				
	Other	Due in 12 mo	nths or less	after the end of the	financial year	78				
		Due more tha	n 12 month	s after the end of the	financial year	79				
Tangible assets						80		<u>.</u>		•
Cash at bank and	Deposits not subj institutions and a	ect to time restri pproved financial	ction on witl I institutions	hdrawal, with approv and local authoritie	ed credit s	81				
in hand	Cash in hand				*-	82				
Other assets (particu	lars to be specifie	d by way of supp	lementary n	ote)		83				
	Accrued interest	and rent			-	84				
Prepayments and accrued income	Deferred acquisit	ion costs	-			85				
	Other prepaymen					86				4,.11
Deductions (under re 1994) from the aggre	egulations 57(2)(b) egate value of asse	and 57(3) of the	Insurance C	Companies Regulation	ons	87				
Total sheet 3 (71 to 8	36 less 87)		-			88				
Grand total of admiss	sible assets (39+69	9+88)				89		85	;	
Reconciliation to as shareholder accour		nined in accord	ance with t	he		*				7,03
Total admissible ass	ets (as per line 89	above)			/ 	91		85	;	***
Total assets in exces Regulations 1994, (a	s of the admissibil s valued in accorda	ity limits of Sche ance with those F	dule 12 of th Regulations	e Insurance Compa before applying adm	nies issibilty (imits)	92	•		 	
Solvency margin ded					······································	93				
Other differences in t	he valuation of ass	ets (other than fo	or assets no	t valued above)		94				
Assets of a type not v	alued above, (as v	alued in accorda	nce with the	shareholder accour	its rules)	95				
Total assets determin	ned in accordance	with the shareho	lder accoun	ts rules (91 to 95)	····	99		85		
Amounts included in contracts of insurance	line 89 attributable	to debts due from	n related co	ompanies, other than	those under	100			1	

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Assets maintained in the United Kingdom

				Company registration number	GL/UK/CM		eriod en month	ded year	Units	Category of assets
			R13	FC19045	UK	31	12	1996	£000	3
Investments					,			the end of financial year 1	the	the end of previous year 2
Land and buildings						11				
	UK insurance	Shares				21				
	dependants	Debt secur	ities issued	by, and loans to, dep	endants	22				
	Other insurance	Shares				23				
	dependants	Debt secur	ities issued	by, and loans to, dep	endants	24				
Investments in group undertakings	Non-insurance	Shares				25				
and participating interests	dependants	Debt secur	ities issued	by, and loans to, dep	endants	26				
		Shares				27				
	Other group undertakings and	Debt secur	ities issued	by, and loans to, gro	up undertakings	28				
	participating interests	Participatin	g interests			29				
				by, and loans to, und a participating inter		30				
Total sheet 1 (11 to 3	0)					39				

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Assets maintained in the United Kingdom

				Company registration number	GL/UK/CM	day	Period ei month	nded year	Units	Category of assets
		ſ	R13	FC19045	UK	31	12	1996	£000	3
Deposits wi	s (continued) th ceding undertal to cover linked lia	kings abilities			,		•	the end o financial year 1		t the end of previous year 2
	Equity shares				-	41			·	
:	Other shares and other	variable yield s	ecurities			42				
	Holdings in collective in	estment scher	nes			43				
	Rights under derivative of	contracts			··· -	44				
				Approved securitie	s	45		4681		
	Debt securities and	Fixed interest	(Other		46				
	other fixed income securities	Mariable inter		Approved securitie	s	47				, ,
		Variable inter	est	Other		48		,,		
Other financial investments	Participation in investme	ent pools	•			49				
	Loans secured by mortg	jages				50				·
		Loans to pub industries or		authorities and natio	nalised	51				
	Other loans	Loans secure company	ed by polici	es of insurance issu	ed by the	52				
		Other				53				
	Deposits with approved credit	Withdrawal s	ubject to a	time restriction of or	ne month or less	54				
	institutions and approved financial institutions	Withdrawal s month	ubject to a	time restriction of m	ore than one	55				
	Other					56				
Deposits with ce	eding undertakings					57				
Acosto hold to m	natch linked liabilities	Index linked				58				
Assets field to fi	iaich inked habililes	Property links	ed			59				
		Provision for	unearned ;	premiums		60				
Poincureed ab		Claims outst	anding			61				
remsurers shar	re of technical provisions	Provision for	unexpired	risks		62				
		Other				63				
Total sheet 2 (4	1 to 63)					69		468		

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of ass	-		••	n the United K Company registration	GL/UK/CM		Period ei			Units	Category of assets
			R13	number FC19045	UK	day 31	month	year 1996		2000	3
Debtors Other assets			KIS	PC 19043	J GK	31	As at	the end financial year 1	of	As at t	the end of previous year 2
Debtors arising out	Policyholders			·		71					
of direct insurance operations	Intermediaries					72		14	5		
Salvage and subrog	ation recoveries					73					
Debtors arising out	Due from ceding is accepted	nsurers and inte	ermediaries	under reinsurance b	usiness	74					
of reinsurance operations	Due from reinsure	ers and intermed	liaries unde	er reinsurance contra	cts ceded	75					
	Due from	Due in 12 mo	nths or less	s after the end of the	financial year	76				•	
Other debters	dependants	Due more tha	ın 12 montl	hs after the end of the	financial year	77					
Other debtors	Other	Due in 12 mo	nths or less	s after the end of the	financial year	78			2	•••	
	Culei	Due more tha	n 12 month	hs after the end of the	financial year	79					
Tangible assets						80					
Cash at bank and	Deposits not subject institutions and ap	ect to time restr proved financia	iction on wi I institution	thdrawal, with approve s and local authoritie	ed credit s	81		25	2		
in hand	Cash in hand					82					
Other assets (partic	ulars to be specified	l by way of supp	lementary	note)		83					
	Accrued interest a	and rent				84		14	9		
Prepayments and accrued income	Deferred acquisiti	on costs				85		11	7		
	Other prepayment	ts and accrued	ncome			86					
Deductions (under r 1994) from the aggr			Insurance	Companies Regulati	ons	87			ļ		
Total sheet 3 (71 to	86 less 87)					88		66	55		
Grand total of admis	ssible assets (39+69	9+88)				89		534	6		
Reconciliation to a shareholder accou		nined in accord	lance with	the							
Total admissible as	sets (as per line 89	above)		·		91		534	6		
				the Insurance Compa s before applying adr		92				-	
Solvency margin de	duction for insuranc	e dependants				93					
Other differences in	the valuation of ass	ets (other than	for assets n	not valued above)		94		2	21		
Assets of a type not	valued above, (as v	alued in accord	ance with th	he shareholder accou	ints rules)	95					
Total assets determ	ined in accordance	with the shareh	older accou	unts rules (91 to 95)		99		536	7		
Amounts included in	n line 89 attributable	to debts due fro	om related	companies, other tha	n those under	100					
contracts of insuran				•		1,00	1				

Analysis of admissible assets

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Assets maintained in the United Kingdom and the other EEA States

R13 FC19045 UK 31		eriod en	ded year	Units	Category of assets					
			R13	FC19045	UK	31	12	1996	£000	4
Investments							1	the end of financial year 1		previous year
Land and buildings						11				
	UK insurance	Shares				21				
	dependants	Debt secur	ities issued	by, and loans to, de	pendants	22				
	Other insurance	Shares	_			23				
	dependants	Debt secur	ities issued	by, and loans to, de	pendants	24				
Investments in group undertakings	Non-insurance	Shares				25				
and participating interests	dependants	Debt securi	ities issued	i by, and loans to, de	pendants	26				
		Shares				27				
	Other group undertakings and	Debt secur	ities issued	by, and loans to, gro	up undertakings	28				
	participating interests	Participatin	g interests			29				
				l by, and loans to, und is a participating inte		30				
Total sheet 1 (11 to 3	0)					39				

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Assets maintained in the United Kingdom and the other EEA States

				Company registration number	GL/UK/CM	day	Period er month	nded year	ţ	Jnits	Category of assets
			R13	FC19045	UK	31	12	1996	£	2000	4
Deposits wi	s (continued) ith ceding underta I to cover linked lia	kings abilities			<u>, , , , , , , , , , , , , , , , , , , </u>		this	the end of financial year 1		the p	he end of revious ear 2
	Equity shares					41	-			·	
	Other shares and other	variable yield s	securities		•	42					
	Holdings in collective in	estment sche	mes			43					
	Rights under derivative of	contracts				44					
				Approved securitie	s	45		468 ⁻	1		
	Debt securities and	Fixed interes	ST .	Other		46					
	other fixed income securities	Vorinkin into	4	Approved securitie	s	47					
		Variable inte	rest	Other		48					
Other financial investments	Participation in investme	ent pools		,		49					
	Loans secured by mortg	ages				50					
		Loans to pub industries or	lic or local undertakin	authorities and natio	nalised	51					
	Other loans	Loans secure company	ed by polici	es of insurance issue	ed by the	52					
		Other				53					
	Deposits with approved credit	Withdrawals	subject to a	time restriction of on	e month or less	54				•	
	institutions and approved financial institutions	Withdrawal s month	subject to a	time restriction of m	ore than one	55					
	Other					56					
Deposits with ce	ding undertakings					57		• •			
Assets held to m	natch linked liabilities	Index linked				58					
Posoto field to ii	ialen iniked habilities	Property links	ed			59					,
		Provision for	uneamed (premiums		60					
Rainsurers' shor	re of technical provisions	Claims outst	anding			61			Ţ		
	2 2. Common provisions	Provision for	unexpired	risks		62					
		Other				63					
Total sheet 2 (41	I to 63)					69		4681			

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Category of assets

Assets maintained in the United Kingdom and the other EEA States

				the United K Company registration	GL/UK/CM		Period ei	nded	Units	Category of assets
			R13	FC19045	UK	day 31	month 12	year 1996	£000	4
Debtors Other assets				101000	<u> </u>		As at	the end o financial year	f As at	the end of previous year
Debtors arising out	Policyholders					71				2
of direct insurance operations	Intermediaries					72		145	<u> </u>	•
Salvage and subrog	ation recoveries			,		73				
Debtors arising out of reinsurance	Due from ceding accepted	insurers and inte	mediaries	under reinsurance b	usiness	74				
operations	Due from reinsur	ers and intermed	iaries under	reinsurance contra	cts ceded	75				
	Due from	Due in 12 mo	nths or less	after the end of the	financial year	76	·			
Other debtors	dependants	Due more tha	n 12 months	s after the end of the	financial year	77				
	Other	Due in 12 mos	nths or less	after the end of the	financial year	78		2		
		Due more tha	n 12 months	s after the end of the	financial year	79				
Tangible assets						80				
Cash at bank and in hand				ndrawal, with approv and local authoritie		81		252		
m nanu	Cash in hand					82				
Other assets (partic	ulars to be specifie	d by way of suppl	ementary ne	ote)		83				
_	Accrued interest	and rent				84		149		
Prepayments and accrued income	Deferred acquisit	ion costs				85		117		
	Other prepaymen	its and accrued in	ncome			86				
Deductions (under re 1994) from the aggre	egulations 57(2)(b) egate value of asse	and 57(3) of the	Insurance C	ompanies Regulation	ons	87	***************************************			
Total sheet 3 (71 to	86 less 87)					88		665		
Grand total of admis	sible assets (39+69	9+88)				89		5346		
Reconciliation to a shareholder accour		nined in accord	ance with t	he						
Total admissible ass	sets (as per line 89	above)				91		5346		
Total assets in exce Regulations 1994, (a	ss of the admissibil is valued in accord	ity limits of Sche ance with those F	dule 12 of th Regulations	e Insurance Compa before applying adm	nies nissibilty limits)	92				
Solvency margin dec	luction for insuranc	e dependants				93				
Other differences in	the valuation of ass	sets (other than fo	or assets no	t valued above)		94		21		
Assets of a type not	valued above, (as v	alued in accorda	nce with the	shareholder accou	nts rules)	95				
Total assets determi	ned in accordance	with the shareho	lder accoun	ts rules (91 to 95)		99		5367		
Amounts included in contracts of insurance		to debts due froi	m related co	ompanies, other than	those under	100				

Liabilities (other than long term business)

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

			Company registration number	GL/UI	CCM day	eriod end month	ed year	Units
		R15	FC19045	UF	31	12	1996	£000
					As at the this fin ye 1	ancial ar		the end or previous year 2
	Provision for unearned premiums		7.	11		415		
	Claims outstanding			12		231		
Technical	Provision for unexpired risks			13				
provisions (gross	Equalisation provisions	Credit busin	ness	14				
amount)	Equalisation provisions	Other than	credit business	15				
	Other		<u> </u>	16				
	Total (11 to 16)			19		646		
Provisions for other risks	Taxation			21				
and charges	Other			22				
Deposits receiv	ved from reinsurers		···	31			 	
		Direct busin	ess	41				
	Arising out of insurance operations	Reinsuranc	e accepted	42		•		•
		Reinsuranc	e ceded	43		48		
	Debenture loans	Secured		44				
Creditors	Debonare loans	Unsecured		45				
	Amounts owed to credit institutions			46				
		Taxation		47				
	Other creditors	Recommen	ded dividend	48				
		Other		49		131		
Accruals and d	eferred income			51	-			~_~
Fotal (19 to 51)		· · ·		59		825		
Provision for ac nsurance Com	verse changes (calculated in accordance v panies Regulations 1994)	with regulation 61	of the	61				
Sumulative pre	ference share capital	** '		62			-	
Subordinated lo	an capital	- 		63				
otal (59 to 63)				69		825		
Amounts includ hose under cor	led in line 69 attributable to liabilities to rela ntracts of insurance or reinsurance	ted companies, o	ther than	71		131		

Profit and loss account (non-technical account)

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

				Company registration number	GL/UK/CM		eriod end month	led year	Units
			R16	FC19045	υĸ	31	12	1996	£000
				This financy	ial	ye	/ious ear 2	Form	Column
Transfer (to)/from th		From Form 20	11		(189)				. 59
general business te account	cnnicai	Equalisation provisions	12						
Transfer from the lo	ng term bu	siness revenue account	13				·	40	. 26
	Income		14		272				
Investment income	Value re-a investmer	idjustments on its	15						
	Gains on investmen	the realisation of nts	16						
	Investmer including	nt management charges, interest	17						
Investment charges	Value re-a investmer	adjustments on ats	18						
	Loss on the	ne realisation of its	19	•		•			
Allocated investment business technical a		nsferred to the general	20					20	. 51
Other income and of by way of supplemental		rticulars to be specified	21		(6)				
Profit or loss on ord (11+12+13+14+15+	inary activi 16-17-18-1	ties before tax 9-20+21)	29		77				
Tax on profit or loss	on ordinar	y activities	31						
Profit or loss on ord	inary activi	ties after tax (29-31)	39		77				
Extraordinary profit by way of supplement		rticulars to be specified	41						
Tax on extraordinar	y profit or lo	oss	42						
Other taxes not sho	wn under t	ne preceding items	43						
Profit or loss for the	financial y	ear (39+41-(42+43))	49		77				
Dividends (paid and	proposed)		51						
Profit or loss retaine	ed for the fi	nancial year (49-51)	59		. 77				

General business: Technical account (excluding equalisation provisions)

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Accounting class

Summary

			Company registration number	GL/UK	/CM		eriod end month	led	Units		Accou class/ summ	
		R20	FC19045	UF		31	12	1996	£00	0	9:	9
Items to be s	hown net of reinsurance		<u> </u>	,	TI	nis fin yea	ancial ar	Previou	us year	5	Sourc	-
						1		1	2	Form	Line	Column
	Earned premium	7,1813		11			159		***	21	. 19	. 5
	Claims incurred	<u>-</u>		12	:		201			22	. 17	. 4
This year's	Claims management costs			13			46			22	. 18	. 4
underwriting (accident year	Adjustment for discounting	•		14	.					22	. 52	. 4
accounting)	Increase in provision for une	xpired ris	ks	15					•	22	. 19	. 4
	Other technical income or ch specified by way of supplement	arges (pa entary no	articulars to be te)	16								
	Net operating expenses			17		-	101			22	. 42	. 4
	Balance of year's underwritin	g (11-12-	-13+14-15+16-1	7) 19			(189)		•			
	Earned premium			21		-		••••		21	. 11 .	. 5
	Claims incurred			22						22	. 13 .	. 4
Adjustment for	Claims management costs			23						22	. 14 .	. 4
prior years' underwriting	Adjustment for discounting	******	·	24				-		22	. 51 .	. 4
(accident year accounting)	Other technical income or ch specified by way of suppleme	arges (pa entary not	articulars to be te)	25				•				
	Net operating expenses	···		26						22	41 .	. 4
	Balance (21-22-23+24+25-26	5)		29								
Balance from ur	nderwriting year accounting			39				4		24.	69 . 99	9-99
Balance of all ye	ears' underwriting (19+29+39)			49		1	(189)					
Allocated invest	ment return			51	 							
Transfer to non-	technical account (49+51)	<u></u>		59			(189)					

General business: Technical account (excluding equalisation provisions)

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Accounting class

Property

			Company registration number	GL/UK/O	· · · · · · · · · · · · · · · · · · ·	eriod en		Units		Accour class/ summa	•
		R20	FC19045	UK	31	month 12	year 1996	£000		6	
			1		This fi	nancial	Previo	us year	5	Source	—— e
Items to be si	hown net of reinsurance				ye	ar I		2	Form	Fire	Column
	Earned premium			11		79			21	. 19	
	Claims incurred		, ,	12		161			22	. 17	. 4
This year's	Claims management costs	T	·	13		18			22	. 18	. 4
underwriting (accident year	Adjustment for discounting			14			 	•	22	. 52	. 4
accounting)	Increase in provision for une	xpired ris	ks	15					22	. 19	. 4
	Other technical income or cl specified by way of supplem			16							
	Net operating expenses			17		49			22	. 42 .	. 4
	Balance of year's underwriting	ng (11-12	-13+14-15+16-1	7) 19		(149)					
	Earned premium			21					21	. 11 .	. 5
	Claims incurred			22					22	. 13 .	. 4
Adjustment for	Claims management costs			23					22	. 14 .	. 4
prior years' underwriting	Adjustment for discounting			24					22	. 51 .	. 4
(accident year accounting)	Other technical income or cl specified by way of supplem			25							
	Net operating expenses			26					22	. 41 .	. 4
	Balance (21-22-23+24+25-2	6)		29							
Balance from ur	nderwriting year accounting			39					24.	69 . 9	9-99
Balance of all ye	ears' underwriting (19+29+39)			49		(149)					
Allocated invest	ment return			51							
Transfer to non-	technical account (49+51)			59		(149)					

Form 20

General business: Technical account (excluding equalisation provisions)

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Accounting class

Third party liability

			Company registration number	GL/UI	CCM		eriod end	led	Units		Accou class/	•
		R20	FC19045	U		day 31	month 12	year 1996	£00		summ	
		RZ0	FC 19045	U				1			7	
M 4- 1					'	nis iin	ancial ar	Previou	us year	Į.	Sourc	
items to be s	hown net of reinsurance					1		2	2	Form	e E	Column
	Earned premium			1	1	· •	76			21	. 19	. 5
	Claims incurred			1	2		38			22	. 17	. 4
This year's	Claims management costs			1	3		21			22	. 18	. 4
underwriting (accident year	Adjustment for discounting			1.	4					22	. 52	. 4
accounting)	Increase in provision for une	xpired ris	ks	1	5					22	. 19	. 4
	Other technical income or ch specified by way of supplement	arges (pa entary no	articulars to be	11	6							
	Net operating expenses			1	7		51			22	42	. 4
	Balance of year's underwriting	ıg (11-12	-13+14-15+16-1	7) 1	9		(34)					
17.10	Earned premium			2	1		·			21	. 11	. 5
	Claims incurred		· · · ·	2	2					22	. 13	. 4
Adjustment for	Claims management costs			2	3					22	. 14 .	. 4
prior years' underwriting	Adjustment for discounting			24	1					22	. 51 .	. 4
(accident year accounting)	Other technical income or ch specified by way of supplement	arges (pa entary no	articulars to be te)	25	5							
į	Net operating expenses			20	3				~	22	. 41 .	. 4
	Balance (21-22-23+24+25-26	3)		29	•			,	····			
Balance from ur	nderwriting year accounting			3:	9					24.	69 . 9	9-99
Balance of all ye	ears' underwriting (19+29+39)			49	•		(34)					-
Allocated invest	ment return		(a) -	5	ı			-				
Transfer to non-	technical account (49+51)	****	7 - trans	59	•		(34)					

General business: Technical account (excluding equalisation provisions)

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Accounting class

Miscellaneous and pecuniary loss

			Company registration number	GL/UK/	CM —	Period en		Units		Accou class/ summ	
		R20	FC19045	UK	day	month 12	уеаг 1996	£000		8	
			ļ <u>-</u>		This f	inancial	Previo	us year		Sourc	
items to be s	hown net of reinsurance					ear 1		2	Form		Column
	T								F	Lise	ပိ
	Earned premium			11		4			21	. 19	. 5
	Claims incurred			12		2			22	. 17	. 4
This year's	Claims management costs			13		7			22	. 18	. 4
underwriting (accident year	Adjustment for discounting			14					22	. 52	. 4
accounting)	Increase in provision for une	xpired ris	ks	15				i	22	. 19	. 4
	Other technical income or cl specified by way of supplem	narges (pa entary no	articulars to be te)	16							
	Net operating expenses			17		1			22	. 42	. 4
	Balance of year's underwriting	ng (11-12	-13+14-15+16-1	7) 19		(6)					
	Earned premium			21					21	. 11	. 5
	Claims incurred			22			1		22	. 13	. 4
Adjustment for	Claims management costs			23					22	. 14	. 4
prior years' underwriting	Adjustment for discounting			24					22	. 51	. 4
(accident year accounting)	Other technical income or cl specified by way of supplem	narges (pa entary no	articulars to be te)	25							
	Net operating expenses		, n- -	26					22	. 41	. 4
	Balance (21-22-23+24+25-2	6)		29							
Balance from u	nderwriting year accounting			39					24.	69 . 9	9-99
Balance of all ye	ears' underwriting (19+29+39)	*******		49		(6)					
Allocated invest	ment return		- 44	51							
Transfer to non-	technical account (49+51)			59		(6)					

General business (accident year accounting) : Analysis of premiums

Name of company Chubb Custom Insurance Company

United Kingdom branch

Financial year ended 31st December 1996

Accounting class

Property

	Grade					Company registration		Peri	Period ended	75	:	Accounting
				l		number	GLUKKCM	day month		year	Units	class
					R21	FC19045	ž	33	12	1996	0003	9
			Gross premiums written	en	Reinst	Reinsurers' share		-	Net of re	Net of reinsurance		
Premiums receiva	Premiums receivable during the financial year		Earned in previous financial years		Earne	Earned in previous financial years			Earned	Earned in previous financial years		
In respect of risks incepted in previous financial years	cepted in previous	1	:	是有一种。 1915年第二章								
			Earned in this financial year	Unearned at end of this financial year	Ear Fina	Earned in this financial year	Unearned at end of this financial year	d of Bar	Earne financ	Earned in this financial year	Unearne this fin	Unearned at end of this financial year
				7		m	4			ю		9
In respect of risks incepted in previous financial years	icepted in previous	12										
	For periods of less than 12 months	5	63	5		24				39		ĸ
In respect of risks incepted in this financial year	For periods of 12 months	4	40	165						40		165
	For periods of more than 12 months	15										
Premiums receivable (less rebates a previous financial years not earned i brought forward to the financial year	Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year	16										
Total (12 to 16)		19	103	170		24				79		170
									l			

General business (accident year accounting) : Analysis of premiums

Name of company

Chubb Custom Insurance Company

United Kingdom branch

31st December 1996

Financial year ended
Accounting class

Third party liability

					Company registration	afon	ייייייייייייייייייייייייייייייייייייייי	Per	Perlod ended		4	Accounting
				į	number		100000	day month	onth year	ar	SIIIS	ciass
					R21 FC1	FC19045	nK	3	12	1996	£000	7
		ļ'	Gross premiums written	en	Reinsurers' share	hare		<u> </u>	Net of reinsurance	surance		
Premiums receiva	Premiums receivable during the financial year		Earned in previous financial years		Earned in previous financial years	wious ars			Earned in previous financial years	previous I years	14	
In respect of risks incepted in previous financial years		11		5. 新聞 自動所 2. 新版 6. 卷 编 6		100 m						
			Earned in this financial year	Unearned at end of this financial year	Earned in this financial year		Unearned at end of this financial year	ğ d ğ	Earned in this financial year	in this I year	Unearne this fin	Unearned at end of this financial year
				7	€		4		LO.			9
In respect of risks incepted in previous financial years		12				<u> </u>		 				
	For periods of less than 12 months	13	51	33		56				(5)		33
In respect of risks incepted in this financial vear	For periods of 12 months	4	11	145				_		71		145
	For periods of more than 12 months	15	10	09						5		09
Premiums receivab previous financial y brought forward to t	Premiums receivable (less rebates and refunds) in previous financial years not earned in those years and brought forward to the financial year	95							į			
Total (12 to 16)		6)	132	238		56				76		238

General business (accident year accounting) : Analysis of premiums

Name of company

Chubb Custom Insurance Company

United Kingdom branch

31st December 1996

Financial year ended

Accounting class

Miscellaneous and pecuniary loss

					~ - ·	Company registration	S IIKION	Per	Period ended	9	- Hall	Accounting
				į	-	number	GLONGIR	day month	ŀ	year		Class
					R21	FC19045	ž	31	7	1996	6000	∞
			Gross premiums written	ten	Reinsu	Reinsurers' share			Net of re	Net of reinsurance		
Premiums receiva	Premiums receivable during the financial year	l	Earned in previous financial years		fina	Earned in previous financial years			Eamed	Earned in previous financial years 6		bylan y salah
In respect of risks incepted in previous financial years		11										
			Earned in this financial year	Unearned at end of this financial year	Ear	Earned in this financial year	Unearned at end of this financial year	id of ear	Earn	Earned in this financial year	Unearne this fin	Unearned at end of this financial year
			-	7		69	4			۵		6
In respect of risks incepted in previous financial years	ncepted in previous	12										
	For periods of less than 12 months	13			-							
In respect of risks incepted in this	For periods of 12 months	4	4	7						4		7
	For periods of more than 12 months	15					:					
Premiums receivable (less rebates a previous financial years not earned i brought forward to the financial year	ind refunds) in n those years and	9										
Total (12 to 16)		19	4							4		7

General business (accident year accounting): Analysis of claims, expenses and technical provisions

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Accounting class

Property

				pany stration ber	GL/UK	/CM		riod e month		U	nits	Accounting
	Г	R22		C19045	u	K	31	12	1996	£	000	6
			<u> </u>	Amount bro forward fr previous fin- year	om	payal	Amount ole/receithis finan year	vable	Amount car forward to financial y	rried next	attrib	Amount outable to this ancial year
				1			2		3			4
	Gross amount		11						<u></u>			
Claims incurred in respect of incidents	Reinsurers' share		12									
occurring prior to this financial year	Net (11-12)		13									
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	Claims management costs		14									
	Gross amount		15	Display Com	703 <u>1</u> 52			11		150		161
Claims incurred in respect of incidents	Reinsurers' share		16	9551	200. 紫							
occurring in this financial year	Net (15-16)		17	entra processor	Line of			11		150	1	161
	Claims management costs		18					6		12		18
Provision for unexpir	red risks		19					(8. G)				
	Commissions		21				e go goalante e cara	56		47		9
Net operating expenses	Other acquisition expenses		22					·				
	Administrative expenses		23	ga ng Birthia. Barangan				44				44
	Reinsurance commissions a profit participations	and	24	alan di sanggan o sanggan	3.65 1246			4				4
	Total (21+22+23-24)		29					96	••	47		49
Adjustments for	Gross amount		31	***		in de						
discounting in respect of the	Reinsurers' share		32			5430	100			-		
items shown at lines 11 to 18	Claims management costs		33							,		
above	Total (31-32+33)		39		İ	7-16-16 7-16-16-16	o deserva					
2	Prior financial years		41									
Split of line 29	This financial year		42				(96		47		49
Split of line 39	Incidents occurring prior to financial year	this	51			*****************************		320				
Opin of fine 38	Incidents occurring in this financial year		52				100	3	···			

Likra de Felin III. III. III. III. SA A Miller (ABER 1994)

General business (accident year accounting): Analysis of claims, expenses and technical provisions

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Accounting class

Third party liability

			regi:	pany stration	GL/UK	(C14	Pe	eriod e	ended		nits	Accounting
	1		num	per	GLOK	10M	day	mont	h year		nits	ciass
		R22	F	C19045	UI	Κ	31	12	1996	£	000	7
			·	Amount bro forward fr previous fin- year	om	payat	Amount ble/receir his finan year	vable	Amount ca forward to financial y	next		Amount putable to this ancial year
				1			2		3			4
	Gross amount		11									
Claims incurred in respect of incidents	Reinsurers' share		12									
occurring prior to this financial year	Net (11-12)		13				,					
,	Claims management cost	s	14									
	Gross amount		15	1000				4		62		66
Claims incurred in respect of incidents	Reinsurers' share		16							28		28
occurring in this financial year	Net (15-16)		17					4		34		38
-	Claims management cost	s	18	market in	ağarığı.			16		5		21
Provision for unexpir	ed risks		19			3.44		4.6				
	Commissions		21			C 279,940000		68		68		
	Other acquisition expense	s	22									
Net operating expenses	Administrative expenses		23					62		an a		62
expenses	Reinsurance commissions profit participations	s and	24					11				11
	Total (21+22+23-24)		29				1	19		68		51
Adjustments for	Gross amount		31				S. Grand	6				
discounting in respect of the	Reinsurers' share		32					90,5				
items shown at lines 11 to 18	Claims management costs	s	33				Osta.	95.75				
above	Total (31-32+33)		39				274.53					
0	Prior financial years		41									
Split of line 29	This financial year		42			·	1	19	· · · · · · · · · · · · · · · · · · ·	68		51
Split of line 20	Incidents occurring prior to financial year	o this	51		2		188.3					
Split of line 39	Incidents occurring in this financial year	•	52									

Form 22

General business (accident year accounting): Analysis of claims, expenses and technical provisions

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended

31st December 1996

Accounting class

Miscellaneous and pecuniary loss

		re	ompany gistration mber	GL/UH	(/CM		rjod ei		111	nits	Accounting
	R2		FC19045	U		day 31	month	уеаг 1996		000	class 8
			Arnount br forward f previous fin year	ought rom nancial	payal	Amount ole/receiv his finan year	vable	Amount car forward to financial y	ried next	attril	Amount outable to this pancial year
	T***		1			2		3	_		4
Claims incurred in	Gross amount	11									
respect of incidents	Reinsurers' share	12	:				~				
occurring prior to this financial year	Net (11-12)	13						,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
	Claims management costs	14			-	 -					
	Gross amount	15	The state of the s	i was				·	2	-	2
Claims incurred in respect of incidents	Reinsurers' share	16	A 188 Sec. 19				\dashv				
occurring in this financial year	Net (15-16)	17	estron artistic	E 25 44			-		2		2
	Claims management costs	18	\$16 X 31	4-3-6			7				7
Provision for unexpir	ed risks	19	353,46,56,99,000	Company of the Company	A &		338				
	Commissions	21				No.	1		2		(1)
	Other acquisition expenses	22					_	<u>.</u>		<u>-</u>	(.,
Net operating	Administrative expenses	23	Assembly (医神秘	•	~	2	la de gray de		_	2
expenses	Reinsurance commissions and profit participations	24		2000	<u>.</u>						
	Total (21+22+23-24)	29					3		2		1
Adjustments for	Gross amount	31			12-3 (00g) 11-3 (15)	S. 64. (4)					
discounting in respect of the	Reinsurers' share	32									
items shown at lines 11 to 18	Claims management costs	33					Sile I				
above	Total (31-32+33)	39			entrace.	er (naces	1000 C	·			
G III	Prior financial years	41			<u> </u>	1	200				
Split of line 29	This financial year	42	 			-	3		2	<u>-</u>	1
Split of line 39	Incidents occurring prior to this financial year	51							-		
Ì	Incidents occurring in this financial year	52									

Returns under Insurance Companies Legislation

General business (accident year accounting) : Analysis of net claims and premiums

.

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended 31st December 1996

Accounting class	in	Property							Company registration			Period ended	; ;	Accounting
1		•							number	S CONCE	day month	nth year	Units	class
								R23	FC19045	ᅔ		12 1996	€000	9
Accident year ended	ded	Claims paid (net) during	Claims Total claims outstanding paid (net)	Total claims paid (net)	Claims paid (net) during	Claims outstanding carried forward	nding carried ard	Claims outstanding brought forward	nding brought ard	# #	Deduction for discounting	Eamed	Deterioration/ (surplus) of	Claims ratio %
	\neg	year	of the	of the	rnis iinanciai year	Reported (net)	Incurred but	Reported (net)	Incurred but	year (4+5+6-7-8)	from claims outstanding	(net)	original	
Month Year			accident year	accident year, but prior to this financial year			not reported (net)		not reported (net)		carried forward (net)		%	
		1	2	ø	4	9	ø	-	æ	a	5	=	12	13
12 19	1996 11			基本 位数	11	123	27		Pigger	161		79		203.8
	12													
	13													
	4													
	15													of other lands of the first of
	16													
	17													
000	18													
	19													
	20													
Prior accident years	ars 21													
Reconciliation	22													
Total (11 to 22)	29				+	123	27			161				

Returns under Insurance Companies Legislation

General business (accident year accounting) : Analysis of net claims and premiums

Second Contractions

Name of company

Chubb Custom Insurance Company

United Kingdom branch

Financial year ended 31st December 1996

Accounting class	SS BSS	-	Third party liability	liability						Company registration			Period ended		Accounting
7		•		f						number	GLUCKICIM	day month	onth year	Units	class
									R23	FC19045	ž	٣	12 1996	3 £000	7
Accident year ended	ar ended		Claims paid (net) during	Claims Total claims outstanding paid (net)	Total claims paid (net)	Claims paid (net) during	Claims outstanding carried forward	nding carried ard	Claims outstanding brought forward		e te	Deduction for discounting	ă.	Deterioration/ (surplus) of	Claims ratio
to M	Voor		year	of the accident year	of the accident year, but prior to this financial	year year	Reported (net)	Incurred but not reported (net)	Reported (net)	incurred but not reported (net)	year (4+5+6-7-8)	from claims outstanding carried forward (net)	(Jeu)	original reserve %	
	- da		1	8	3 8	4	ю	g	۴	œ	თ	5	#		<u> </u>
12	1996	11				4		34			88		9/	(6)	50.0
		12		on in miles of	Santa Sa Sa Sa Sa Sa Sa Sa Sa Sa Sa Sa Sa Sa										
		13													
		4													
		15													
		16													
		17													
		18													
		19													
		20													
Prior accident years	nt years	21													
Reconciliation	LI.	22	4 () () () () () () () () () (
Total (11 to 22)	22)	29	10.00			4		34			38				

General business (accident year accounting) : Analysis of net claims and premiums

Name of company

Chubb Custom Insurance Company

United Kingdom branch

31st December 1996 Financial year ended

	ſ				—-		ĺ	ī	1	T		7	1		<u> </u>	25.60	A Section) Paris
Accounting	class	€0	Claims ratio %		5	50.0												
	_ Units	£000	Deterioration/ (surplus) of	onginal reserve %	5				-									
Period ended	h year	1996	Earned premiums	(net)	7	4												1
sriod (E E	12	ें हुं					 		+	+			 	 	3383	54.53	
	M day month	3		rom claims outstanding carried forward (net)	5													
	GL/UK/CM	<u>Š</u>	Balance on each accident	year (4+5+6-7-8)	ø	2												2
ž š	number	FC19045	Claims outstanding brought forward	incurred but not reported (net)	89													
		R23	Claims outsta forw	Reported (net) incurred but not reported (net)	2													
			nding carried ard	incurred but not reported (net)	ဖ	2												2
			Claims outstanding carried forward	Reported (net)	ιo													
SS	}		Claims paid (net) during		4													
ecuniary Io			Total claims paid (net)	of the accident year, but prior to this financial year	e											10.0		
Miscellaneous and pecuniary loss			Claims Total claims outstanding paid (net)	of the accident year	8													
Miscellane			Claims paid (net) during	уваг	-												14 70 A	
=						11	12	13	14	15	16	17	18	19	20	21	22	29
g class	•		Accident year ended	Year		1996										ent years	tion	ه 22)
Accounting class			Accident y	Month		12										Prior accident years	Reconciliation	Total (11 to 22)

General business (accident year accounting) : Analysis of gross claims and premiums by risk group for direct insurance and facultative reinsurance

Name of company

United Kingdom branch

Chubb Custom Insurance Company

31st December 1996

Financial year ended

Accounting class Property

Pounds Sterling Currency

, viola AsiO	=					υĸ	y ion		Period ended	ged	Monetary		Accounting
disco	5	United States Of America	JI America			=	number		day month	year	units	Country	class
						R31	FC19045	ᅔ	31 12	1996	000	AB	9
Accident year ended		Number of claims	of claims	Gross claims paid	ims paid	Gross claims ou forv	Gross claims outstanding carried forward	Gross claims outstanding brought forward	outstanding t		Balance for each accident	Gross earned premiums	Claims ratio %
Month Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	Incurred but not reported		yeal (4+5+6-7-8)		
	-	-	2		4	9	9	7	•		Φ.	5	¥
12 1996	=	_	+		11	123	27		- 24		161	103	156.3
	12												
	13												
	14												
	15												
	16												
	17												
	18												
	19									f .			
	20												
Prior accident years	21												
Total (11 to 21)	29		1		11	123	27				161		
Line 29 expressed in sterling	30				11	123	27				161		
							1				1200	Trace and the Control of the Control	Secretary Company

General business (accident year accounting) : Analysis of gross claims and premiums by risk group for direct insurance and facultative reinsurance

Chubb Custom Insurance Company Name of company

United Kingdom branch

Accounting class Third party liability

Currency

Pounds Sterling

Financial year ended	ਲ	31st December 1996	. 1996			J	Company		•		;		
Risk group	5	United States Of America	Of America					GLUKICM d	Period end day month	Period ended y month year	Monetary units	Country	Accounting class
		. !				R31	FC19045	UK 3	31	12 1996	9000	AB	7
Accident year ended		Number	Number of claims	Gross claims paid	ims paid	Gross claims o for	Gross claims outstanding carried forward	Gross claims	s outstandi forward		Balance for each accident	Gross earned premiums	Claims ratio %
Month Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	In this financial year	Reported	Incurred but not reported	Reported	lucal Lucal	Incurred but not reported	year (4+5+6-7-8)		
		1	2	က	4	ص	9	۲		&	o	5	£
12 1996	1	1	-		4		62		6.3 18.80		99	132	20.0
	12												
	13												
	14					_			<u> </u>				
	15												
	16												
	4					<u> </u>							
	20												
	6											-	
	20												
Prior accident years	77												
Total (11 to 21)	83		1		4		62				99		
Line 29 expressed in sterling	99		100		4		62				99		

General business (accident year accounting): Analysis of gross claims and premiums by risk group for direct insurance and facultative reinsurance

	coo (acou			Celleral Susiness (accident year accounting) . Alfalysis of g		loss cianns and premiums by usa group for uneclinished and lacunarive remontance		n ioi dhoifi a	ieci illətirət	2 2 2 2	Iacuitativ	e remourat	2		
Name of company	any	ਨੁ	ıbb Custom	Chubb Custom Insurance Company	Company				Accour	Accounting class		ellaneous	Miscellaneous and pecuniary loss	iary loss	
United Kingdom branch	n branch								Currency	ે ે	Pour	Pounds Sterling	<u> </u>		
Financial year ended	papu	318	31st December 1996	1996			0.	Company		Period ended	2	Monetary		Accounting	
Risk group		S E	United States Of America	of America				number	GL/UK/CM d	day month	h year	units	Country	class	-
							R31	FC19045	nK	31 12	1996	000	AB	80	
Accident year ended	r ended		Number of claims	of claims	Gross claims paid	ims paid	Gross claims o	Gross claims outstanding carried forward	Gross claims outstanding brought forward	outstanding forward		Balance for each accident	Gross earned premiums	Claims ratio %	
Month	Year		Closed at some cost during this or previous financial years	Reported claims outstanding	In previous financial years	in this financial year	Reported	Incurred but not reported	Reported	Incurre	Incurred but not reported	(4+5+6-7-8)			
			1	2	က	4	ю	ဖ	~		8	•	5	=	
12	1996	11		-				2				7	4	50.0	_
		12													
		13													
		14				-							77347777777712.A.L.		
		15													,
		16													
		11													_
		8													
		19													
		20								····					
Prior accident years	ears	21													
Total (11 to 21)		53		_				2				2			
Line 29 expressed in sterling	ed in	8						2				2			

General business Statement of Major Reinsurers - Regulation 19

Chubb Custom Insurance Company

UK Branch Business

Name of Company

Financial year ended 31st

31st December 1996

		 	 	 1
AMOUNT OF ANY ANTICIPATED RECOVERIES £'000	58			
AMOUNT OF TOTAL GROSS PREMIUMS PAYBLE £'000	08			
TOTAL NON-PROPORTIONAL £'000	80			
CONNECTION WITH COMPANY & HOW	RELATED COMPANY, BEING IMMEDIATE PARENT			
ADDRESS OF REGISTERED OR PRINCIPAL OFFICE	CAPITOL CENTER, 251 NORTH ILLINOIS, SUITE 1100, INDIANAPOLIS, INDIANA, USA			
FULL NAME OF MAJOR REINSURER	FEDERAL INSURANCE COMPANY			

CHUBB CUSTOM INSURANCE COMPANY

Statement of Major Facultative Reinsurers (Regulation 20)

UK Branch Business

Financial Year Ended:

31 December 1996

There were no major facultative reinsurers in the period.

CHUBB CUSTOM INSURANCE COMPANY

Statement of Major Cedants (Regulation 21)

UK Branch Business

Financial Year Ended:

31 December 1996

There were no major cedants in the period.

CHUBB CUSTOM INSURANCE COMPANY

Statement required by Regulation 23 of the Insurance Companies (Accounts & Statements) Regulations 1996

UK Branch Business:

Financial Year Ended: 31 December 1996

The Company's investment guidelines do not involve the use of derivative contracts and no such contracts have been entered into during the financial year. There is consequently nothing to report under paragraphs (b) to (i) of Regulation 23.

General Business Schedule 5

Chubb Custom Insurance Company

UK Branch Business

Financial year ended 31 December 1996

Principal Non-Facultative Reinsurance arrangements - 1996

1							
Premiums Payable	18	7	4	56			
Limits (US\$m)	9m x 1m	132.5m x 7.5m	25m x 25m 25m x 50m 25m x 75m	70m x 15m	15m x 10m	15m x 10m	15m x 10m
Period of Cover	01/01/96 - 31/12/96	01/05/96 - 01/05/97	01/05/96 - 01/05/97	01/01/96 - 31/12/96	01/01/96 - 31/12/96	01/01/96 - 31/12/96	01/01/96 - 31/12/96
Type of Cover	Excess of Loss	Excess of Loss	Excess of Loss	Excess of Loss	Excess of Loss	Excess of Loss	Excess of Loss
Cover Name	Excess of Loss	Property Per Risk	Property Catastrophe	First Through Third Blanket Casualty	Casualty Excess	Special Casualty	Special Casualty
Accounting Classes	Property	Property	Property	Third Party Liability	Third Party Liability	Third Party Liability	Miscelleanous and Pecuniary Loss

CHUBB CUSTOM INSURANCE COMPANY

UK Branch Business

Financial Year Ended:

31 December 1996

SUPPLEMENTARY NOTES TO THE RETURN

1002 Other Movements

The entry on Form 10 relates to the transfer of funds relating to the Head Office Account for the UK branch at the start of the year.

1200 Reference Period

The Company has not been in existence long enough to acquire a reference period and as such lines 11 to 41 have been left blank.

1304/1310 Debtors and Creditors

Certain amounts shown on Form 13 and 15 have been calculated by netting amounts due to any one person against amounts due from that person to the extent permitted by generally accepted accounting principles.

1305/1311 Counterparty Exposure

The Company's investment guidelines state that no more than 5% of the total portfolio may be invested in an issue and no more than 10% in any one name. However, where the total value of the portfolio is not significant, then the guidelines state that the investments made must be rated at least AA- by Standard and Poor's and AA3 by Moody's. There has been no breach of these guidelines in the year.

1501 Provision for Adverse Changes

The Company has no involvement in stock lending or derivative contracts and as such no provision is required.

1502 Contingent Liabilities

No provision has been made for any liability to tax on capital gains which might arise if the Company disposed of its assets.

1601 Foreign Currency

Amounts of income and expenditure shown on Form 16 have been calculated at the rate ruling at the date of transaction and for US dollar amounts at the rate for that particular month.

CHUBB CUSTOM INSURANCE COMPANY

UK Branch Business

Financial Year Ended:

31 December 1996

SUPPLEMENTARY NOTES TO THE RETURN - continued

1603 Other Income and Charges

Line 21 represents exchange write off's in the year.

1700 Derivative Contracts

The Company has no derivative contracts and as such Form 17 has been omitted from the return.

2002 Analysis of Premiums Written

All premiums written (gross and the reinsurers share) are attributable to overseas business.

2003 Authorised Classes

The Company did not write any new business in the following authorised classes; 3, 7, 10, 15 and 17. This is the first year the Company has been authorised to write business.

2102 Unearned Premiums

Unearned premiums are calculated on the 24ths basis, suitably modified for non annual policies. This basis allows for an appropriate recognition of premium over the period of risk.

2202 Claims Management Expenses

Claims management expenses are calculated from a cost allocation system. This allocation is reviewed periodically to determine the claims growth in accounting classes. The carried forward expense is calculated based on claims reserves at the end of each year.

3000 Discounting of claims provisions

The Company does not practise discounting and as such Form 30 has been omitted from the return.

CHUBB CUSTOM INSURANCE COMPANY

UK Branch Business

Financial Year Ended:

31 December 1996

SUPPLEMENTARY NOTES TO THE RETURN - continued

3102 Risk Group Information

Chubb Custom is an Excess and Surplus Lines carrier for the North American market. This is somewhat of a niche market and as such, detailed analysis by Risk group has been omitted.

3700/3800 Equalisation provisions

The net written premiums for the United Kingdom branch fall below the de minimus limits and as such the provisions of the Insurance Companies (Reserves) Regulations 1996 do not apply.

Certificate required by Regulation 28(a) of the Insurance Companies (Accounts and Statements) Regulations 1996

CHUBB CUSTOM INSURANCE COMPANY

U.K branch business

Financial year ended:

31 December 1996

We certify:

- (1) (a) in relation to the part of the return comprising Forms 9 to 13, 15 and 16, 20 to 23 and 31, the statements required by regulations 19 to 21, 23 and 26 of the Insurance Companies (Accounts and Statements) Regulations 1996 and the supplementary notes that:
 - (i) the return has been prepared in accordance with the Regulations;
 - (ii) proper accounting records have been maintained and adequate information has been obtained by the Company;
 - (iii) an appropriate system of control has been established and maintained by the Company over its transactions and records;
 - (b) that reasonable enquiries have been made by the company for the purpose of determining whether any person and any body corporate are connected for the purposes of regulations 19,20 and 21;
 - (c) that in respect of the company's business which is not excluded by regulation 32 of the Insurance Companies Regulations 1994, the assets held throughout the financial year enabled the company to comply with regulations 27 to 31 (matching and localisation) of those Regulations.
- (2) that the margin of UK solvency required by section 32 of the Insurance Companies Act 1982 has been maintained throughout the year.
- (3) (a) that the company has kept throughout the financial year admissible assets representing the required United Kingdom minimum margin of an amount at least equal to the appropriate fund or minimum guarantee fund, whichever was the greater, within the United Kingdom and has kept throughout that year admissible assets representing the remainder of that minimum margin within the United Kingdom; and
 - (b) that the deposit made in accordance with section 9(1)(c) of the Insurance Companies Act 1982 has been maintained throughout the year at a level equal to at least the minimum as defined in regulation 7 of the Insurance Companies Regulations 1994.

Certificate required by Regulation 28(a) of the Insurance Companies (Accounts and Statements) Regulations 1996

CHUBB CUSTOM INSURANCE COMPANY

U.K branch business

Financial year ended:

31 December 1996

(continued)

- (4) (a) that the systems of control established and maintained by the Company in respect of its business complied at the end of the financial year with the following published guidance:
 - i) Prudential Guidance Note 1994/6 'Systems of control over the investments (and counterparty exposure) of insurance companies with particular reference to derivatives'; and
 - ii) Prudential Guidance Note 1996/1 'Controls over general business claims provisions'

and it is reasonable to believe that those systems continued to so comply subsequently and will continue to so comply in future; and

- (b) the return has been prepared in accordance with the following published guidance:
 - i) Prudential Guidance Note 1995/1 'Guidance for insurance companies and auditors on the Valuation of Assets Regulations (Part VIII of the Insurance Companies Regulations 1994)'; and
 - ii) Prudential Guidance Note 1996/3 'The preparation of annual returns to the Department of Trade and Industry'.
- (5) that proper accounting records have been maintained in the United Kingdom in respect of business carried on through any agency or branch of the Company in the United Kingdom.

W.E. Namacher D. Stevens

Authorised Representative

Accounting Manager

Date: 27 June 1996

Report of the auditors to the directors pursuant to Regulation 29 of the Insurance Companies (Accounts & Statements) Regulations 1996

CHUBB CUSTOM INSURANCE COMPANY

UK branch business

Financial year ended: 31 December 1996

We have audited the documents prepared by the Company pursuant to section 17 of the Insurance Companies Act 1982 ("the Act") which are required to be audited by Regulation 29 of the Insurance Companies (Accounts & Statements) Regulations 1996 ("the Regulations"). These comprise Forms 9 to 13, 15 to 16, 20 to 23 and 31, the statements furnished pursuant to regulations 19, 20 and 21 and 23 on pages 35 to 39, the supplementary notes on pages 40 to 42 and the certificate signed in accordance with Regulation 28 (a) on pages 43 to 44. In the case of the certificate, our audit did not extend to paragraph 1 in relation to the statements required by regulation 26.

Respective responsibilities of the Company and its auditors

The Company is responsible for the preparation of the returns under the provisions of the Act and the Regulations. It is our responsibility to form an independent opinion, based on our audit, on those parts of the returns which are subject to audit by virtue of Regulation 29 and to report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practises Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the documents specified by regulation 29. It also includes an assessment of the significant estimates and judgements made by the Company in the preparation of the documents specified by regulation 29.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the documents specified by regulation 29 are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated whether the documents had been prepared in the manner specified by the Regulations and fairly stated the information provided on the basis required.

Report of the auditors to the directors pursuant to Regulation 29 of the Insurance Companies (Accounts & Statements) Regulations 1996

CHUBB CUSTOM INSURANCE COMPANY

UK branch business

Financial year ended:

31 December 1996

(continued)

Opinion

In our opinion:

- (a) the Forms, statements and supplementary notes have been properly prepared in accordance with the provisions of the Regulations; and
- (b) according to the information and explanations received by us:
 - (i) the certificate has been properly prepared in accordance with the provisions of the Regulations; and
 - (ii) it was not unreasonable for the persons giving the certificate to have made the statements therein.

Ernst & Young Chartered Accountants Registered Auditor London 30th June 1997